

FISCAL NOTE

Bill #: HB0450

Title: Double speeding fines on commercial trucks

Primary

Sponsor: Bob Raney

Status: As introduced

Sponsor signature	Date	Dave Lewis, Budget Director	Date
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Fiscal Summary

	<u>FY2000 Difference</u>	<u>FY2001 Difference</u>
Expenditures:		
General Fund	\$5,508	\$0
Revenue:		
General Fund	\$134,737	\$134,737
Net Impact on General Fund Balance:	\$129,229	\$134,737

<u>Yes</u>	<u>No</u>		<u>Yes</u>	<u>No</u>	
	X	Significant Local Gov. Impact		X	Technical Concerns
	X	Included in the Executive Budget		X	Significant Long-Term Impacts

Fiscal Analysis

ASSUMPTIONS:

Revenue

1. It is estimated that the Montana Highway Patrol (MHP) issued 223 citations for basic rule violations to commercial motor vehicles in FY 1997, collecting \$15,610 in revenue.
2. It is estimated that approximately 223 citations will be issued for "roadway endangerment". The average fine will be \$120 for total revenue of \$26,760. This will be an increase of \$11,150 in new revenue from the "roadway endangerment" violations. (Assumption #2 Minus Assumption #1)
3. The MHP issued 3,180 speed citations to commercial motor vehicles in FY 1997, for estimated revenue of \$226,575. It is assumed that this amount will continue.

(continued)

4. If the bill passes as introduced, total revenue from the penalty is estimated to be \$484,900 as follows:
 - a. 1,908 or 60% for \$100 violations of 1-10 miles per hour over the speed limit will collect revenue of \$190,800.
 - b. 954 or 30% for \$200 violations of 11-20 miles per hour over the speed limit will collect revenue of \$190,800.
 - c. 239 or 7.5% for \$300 violations of 21-30 miles per hour over the speed limit will collect revenue of \$71,700.
 - d. 79 or 2.5% for \$400 violations of 31+ miles per hour over the speed limit will collect revenue of \$31,600.
5. Projected revenue of \$484,900 minus FY 1997 revenue of \$226,575 = \$258,325 new speed limit revenue.
6. New speed limit revenue of \$258,325 plus new roadway endangerment revenue of \$11,150 = \$269,475 estimated new revenue. Revenue is split 50/50 between the state general fund and local governments.

Expenses

7. Expenses would be incurred in the Motor Vehicle Division. It will be necessary for the division to contract for programming with an outside vendor to record the information on the driver's record. DOJ programming staff are committed to completing the current backlog of more than 9,000 hours to comply with 1997 legislative, Y2K, and various other program changes. One-time expenses for programming changes required by this bill are projected to cost \$4,500 for consultant services plus \$1,008 for increased computer processing charges generated during programming and system testing, or a total of \$5,508 during FY 2000 (60 hours at \$75/hour = \$4,500 + \$1,008 = \$5,508).

FISCAL IMPACT:

Dept. of Justice

	<u>FY2000 Difference</u>	<u>FY2001 Difference</u>
<u>Expenditures:</u>		
Operating Expenses	\$5,508	\$0
<u>Funding:</u>		
General Fund (01)	\$5,508	\$0
<u>Revenues:</u>		
General Fund (01)	\$134,737	\$134,737
<u>Net Impact to Fund Balance (Revenue minus Expenditure):</u>		
General Fund (01)	\$129,229	\$134,737

EFFECT ON COUNTY OR OTHER LOCAL REVENUES OR EXPENDITURES:

Local governments receive 50% or \$134,737 of the \$269,475 revenue generated.